

EDELMAN SUPER FUND

FINANCIAL STATEMENTS

AND REPORTS

FOR THE PERIOD 1 JULY 2020 TO 30 JUNE 2021

O'Brien & Partners
Suite 4
91 Station Street
Malvern VIC 3144

EDELMAN SUPER FUND
STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	2021	2020
	\$	\$
Investments		
Other Assets	228,225	61,198
Plant and Equipment (at written down value)	2,822	-
Real Estate Properties (Australian)	660,000	633,450
	891,047	694,648
 Other Assets		
Cash at Bank	129,608	171,818
CBA EDOS 4 PTY LTD	550	402
Sundry Debtors	1,712	-
Income Tax Refundable (Note 7)	2,981	-
Deferred Tax Asset	-	1,418
	134,851	173,638
 Total Assets	1,025,898	868,286
Less:		
Liabilities		
LRBA Loan for Unit 1/ 399 Alma Road, Caulfield North, VIC 3161	284,505	301,941
Income Tax Payable (Note 7)	-	2,046
Deferred Tax Liability	1,850	-
Sundry Creditors	743	4,071
	287,098	308,058
 Net Assets Available to Pay Benefits	738,800	560,228
 Represented by:		
Liability for Accrued Benefits (Notes 2, 3, 4)		
Edelman, Julian	374,731	287,175
Edelman, Nicole	364,069	273,053
	738,800	560,228

The accompanying notes form part of these financial statements

**EDELMAN SUPER FUND
OPERATING STATEMENT
FOR THE YEAR ENDED 30 JUNE 2021**

	2021	2020
	\$	\$
Income		
Employer Contributions - Concessional	44,874	41,300
Increase in Market Value of Investments (Note 5)	49,827	-
Interest Received	347	1,355
Member/Personal Contributions - Non Concessional (Undeducted)	100,000	-
Other Income	-	(3,690)
Partnership Distributions Received	9,128	6,030
Rent Received	15,294	21,556
	219,470	66,551
Expenses		
Accountancy Fees	2,255	2,255
Administration Costs	-	34
Auditor's Remuneration	715	550
Bank Charges	-	48
Decrease in Market Value of Investments (Note 5)	-	4,482
Depreciation	158	-
Filing Fees	546	442
Rental Property Expenses	28,308	26,699
	31,982	34,510
Benefits Accrued as a Result of Operations before Income Tax	187,488	32,041
Income Tax (Note 7)		
Income Tax Expense	8,917	5,360
	8,917	5,360
Benefits Accrued as a Result of Operations	178,571	26,681

The accompanying notes form part of these financial statements

**EDELMAN SUPER FUND
STATEMENT OF TAXABLE INCOME
FOR THE YEAR ENDED 30 JUNE 2021**

	2021
	\$
Benefits Accrued as a Result of Operations before Income Tax	187,489.00
Less:	
Increase in Market Value of Investments	(49,827.00)
Member/Personal Contributions - Non Concessional (Undeducted)	(50,000.00)
Member/Personal Contributions - Non Concessional (Undeducted)	(50,000.00)
Other Non Taxable Items	(1.00)
	<hr/>
	(149,828.00)
	<hr/>
	37,661.00
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Taxable Income	37,661.00
	<hr/>
Tax Payable on Taxable Income	5,649.15
Less:	
Imputed Credits	4,242.00
Instalments Paid	7,902.90
	<hr/>
	12,144.90
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Income Tax Payable/(Refund)	(6,495.75)
Add:	
Supervisory levy	259.00
Total Amount Due or Refundable	(6,236.75)
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EDELMAN SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

1. Summary of Significant Accounting Policies

The trustees have prepared the financial statements on the basis that the superannuation fund is a non-reporting entity because there are no users dependent on general purpose financial statements. The financial statements are therefore special purpose financial statements that have been prepared in order to meet the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations, the trust deed of the fund and the needs of members.

The financial statements have been prepared on a cash basis unless stated otherwise and are based on historical costs, except for investments which have been measured at market value.

The following significant accounting policies, which are consistent with the policies applied in the previous period unless otherwise stated, have been adopted in the preparation of the financial statements.

The financial statements were authorised for issue by the trustees/ directors of the trustee company.

a. Measurement of Investments

The fund initially recognises:

- i. an investment when it controls the future economic benefits expected to flow from the asset. For financial assets, the trade date is considered to be the date on which control of the future economic benefits attributable to the asset passes to the Fund; and
- ii. a financial liability on the date it becomes a party to the contractual provisions of the instrument.

Investments of the fund have been measured at market values, which refers to the amount that a willing buyer could reasonably be expected to pay to acquire an asset from a willing seller if the following assumptions are made:

- that the buyer and the seller deal with each other at arm's length in relation to the sale;
- that the sale occurred after proper marketing of the asset; and
- that the buyer and the seller acted knowledgeably and prudentially in relation to the sale.

Market value has been determined as follows:

- i. shares and other securities listed on the Australian Securities Exchange by reference to the relevant market quotations at the end of the reporting period;
 - ii. units in managed funds by reference to the unit redemption price at the end of the reporting period;
 - iii. fixed-interest securities by reference to the redemption price at the end of the reporting period;
 - iv. unlisted investments are stated at trustees' assessment based on estimated market value at balance date or where necessary, an external valuer's opinion; and
 - v. investment properties at the trustees' assessment of the market value or where
-

EDELMAN SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

necessary a qualified independent valuer's opinion at the end of reporting period.

Financial liabilities, such as trade creditors and other payables, are measured at the gross value of the outstanding balance at the end of the reporting period. The trustees have determined that the gross value of the fund's financial liabilities is equivalent to their market values. Any remeasurement changes in the gross values of non-current financial liabilities (including liabilities for members' accrued benefits) are recognised in the operating statement in the periods in which they occur.

b. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at call, deposits with banks and short-term, highly liquid investments that are readily convertible to cash and subject to an insignificant risk of change in value.

c. Revenue

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the revenue can be reliably measured. Revenue is recognised at the fair value of the consideration received or receivable.

Interest revenue

Interest revenue is recognised in respect of fixed-interest securities, and cash and cash equivalent balances. Interest revenue is recognised as it accrues.

Dividend revenue

Dividend revenue is recognised when the dividend has been paid or, in the case of dividend reinvestment schemes, when the dividend is credited to the benefit of the fund.

Rental revenue

Rental revenue arising from operating leases on investment properties is recognised upon receipt.

Distribution revenue

Distributions from unit trusts and managed funds are recognised as at the date the unit value is quoted ex-distributions and, if not received at the end of the reporting period, are reflected in the statement of financial position as a receivable at net market value.

Remeasurement changes in market values

Remeasurement changes in the market values of assets are recognised as income and determined as the difference between the market value at year-end or consideration received (if sold during the year) and the market value as at the prior year-end or cost (if acquired during the period).

Contributions

Contributions and transfers in are recognised when the control and the benefits from the revenue have been attained and are recorded by the Fund, gross of any taxes, in the period to which they relate.

d. Liability for Accrued Benefits

EDELMAN SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

The liability for accrued benefits represents the fund's present obligation to pay benefits to members and beneficiaries and has been calculated as the difference between the carrying amount of the assets and the carrying amount of the other payables and income tax liabilities as at the end of the reporting period.

e. Income Tax

The income tax expense (income) for the year comprises current income tax expense (income) and deferred tax expense (income).

Current tax and deferred tax are recognised in profit or loss. Current tax liabilities (assets) are therefore measured at the amounts expected to be paid to (recovered from) the relevant taxation authority.

Deferred income tax expense reflects movements in deferred tax liability balances during the year as well as unused tax losses.

No deferred income tax is recognised from the initial recognition of an asset or liability where there is no effect on accounting or taxable profit or loss.

Deferred tax assets and liabilities are calculated at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, and their measurement also reflects the manner in which the trustees expect to recover or settle the carrying amount of the related asset or liability.

Deferred tax assets relating to temporary differences and unused tax losses are recognised only to the extent that it is probable that future taxable profit will be available against which the benefits of the deferred tax asset can be utilised.

f. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO).

The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or other payables in the statement of financial position.

g. Critical Accounting Estimates and Judgements

The preparation of financial statements requires the trustees to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future period affected.

2. Liability for Accrued Benefits

Changes in the Liability for Accrued Benefits are as follows:

2021	2020
\$	\$

EDELMAN SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Liability for Accrued Benefits at beginning of period	560,228	533,546
Add:		
Benefits Accrued as a Result of Operations	178,572	26,682
- Adjustment of Deferred Tax Liability /Deferred Tax Asset	-	-
	738,800	560,228
Liability for Accrued Benefits at end of period	738,800	560,228

3. Vested Benefits

Vested benefits are benefits which are not conditional upon continued membership of the fund (or any other factor other than resignation from the fund) and include benefits which members were entitled to receive had they terminated their fund membership as at the reporting date.

	2021	2020
	\$	\$
Vested Benefits	738,800	560,228

4. Guaranteed Benefits

No guarantees have been given in respect of any part of the liability for accrued benefits.

5. Changes in Market Values

Investments and other assets of the fund are valued at the end of the reporting period as described in Note 1 - Summary of Significant Accounting Policies. A detailed schedule of investments is attached to these financial statements. A summary of the change in Market Values is as follows:

	2021	2020
	\$	\$
Other Assets	23,277	(4,482)
Real Estate Properties (Australian)	26,550	-
	49,827	(4,482)

6. Funding Arrangements

The employer and members contributed to the fund a percentage of the gross salaries of the employees who were members of the fund as follows:

	2021	2020
	\$	\$
Employer		
Members		

EDELMAN SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

7. Income Tax

Income Tax is payable by the superannuation fund at the rate of 15% on the contributions received and the income of the fund. There has been no change in the Income Tax rate during the year.

The Income Tax payable by the superannuation fund has been calculated as follows:

	2021	2020
	\$	\$
Benefits accrued as a result of operations before income tax	187,489	32,042
Prima facie income tax on accrued benefits	28,123	4,806
Add/(Less) Tax Effect of:		
Increase in Market Value of Investments	(7,474)	-
Member/Personal Contributions - Non Concessional (Undeducted)	(15,000)	-
Decrease in Market Value of Investments	-	672
Movement in Deferred Tax Liability/Deferred Tax Asset	3,268	(672)
Other	-	553
	(19,206)	553
Income Tax Expense	8,917	5,360

Income tax expense comprises:

Income Tax Payable/(Refundable)	(6,496)	(1,728)
Imputed Credits	4,242	2,341
Movement in Deferred Tax Liability/Deferred Tax Asset	3,268	(672)
Tax Instalments Paid	7,903	5,419
	8,917	5,360

8. Reconciliation of Net Cash provided by Operating Activities to Benefits Accrued from Operations after Income Tax

	2021	2020
	\$	\$
Benefits accrued from operations after income tax	178,572	26,682
Add/(Less) non cash amounts included in benefits accrued from operations		
Increase in Market Value of Investments	(49,827)	-
Other Income	-	3,690
Partnership Distributions Received	(1,712)	(3,690)
Auditor's Remuneration	715	-
Decrease in Market Value of Investments	-	4,482

EDELMAN SUPER FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2021

Depreciation	158	-
Income Tax Expense	8,917	5,360
Other non cash items	(10,676)	(3,717)
	(52,424)	6,124
Net cash provided by operating activities	126,147	32,806

9. Reconciliation of Cash

For the purpose of the statement of cash flows, cash includes cash on hand and in banks. Cash at the end of the reporting period as shown in the statement of cash flows is reconciled to the related item in the Statement of Financial Position or Statement of Net Assets as follows:

	2021	2020
	\$	\$
Cash	130,159	172,220

10. Events after the Reporting Period

No matters or circumstances have arisen since the end of the financial year which significantly affected or may significantly affect the operations of the fund, other than as follows:

Since the end of the financial year, the COVID-19 global pandemic has continued, causing significant disruption in multiple economies as many governments take stringent steps to contain and/or delay the spread of the virus.

These actions have resulted in significant disruption to business operations and a significant increase in economic uncertainty including more volatile asset prices, commodity prices and exchange rates and a marked decline in long-term interest rates in some economies.

These events and conditions create a level of uncertainty and risk that businesses may not have encountered before. The potential effect on the fund in future financial periods include a decrease in the market value of both listed and unlisted investments, decreased returns on these investments and a decreased ability to dispose of investments at a price and within a timeframe previously considered reasonable by the Trustees.

Further, the Government has made temporary changes to superannuation including allowing limited early access to superannuation and temporary changes to minimum pension limits.

Due to the volatility in the impact of COVID-19 on the fund, the Trustees do not consider it appropriate or possible to quantify its full potential impact.

EDELMAN SUPER FUND
INVESTMENT SUMMARY REPORT AT 30 JUNE 2021

Investment	Units	Ave Cost	Mkt Price	Cost	Market	Unrealised Gain/(Loss)	Percent Gain/(Loss)	Percent Total
Cash/Bank Accounts								
CBA EDOS 4 PTY LTD		550.00	550.00	550	550			0.05%
Cash at Bank		129,608.00	129,608.00	129,608	129,608			12.69%
				130,158	130,158			12.75%
Other Assets								
Anacacia Global Fund	100,000	1.00	1.01	100,000	100,759	759	0.76%	9.87%
Anacacia Private Equity III LP	1	70,650.00	127,466.00	70,650	127,466	56,816	80.42%	12.48%
				170,650	228,225	57,575	33.74%	22.35%
Plant and Equipment (at written down value)								
Carpets	1	960.00	835.00	960	835	(125)	(13.02%)	0.08%
Toshiba 3.5kw Air Condition	1	2,020.00	1,987.00	2,020	1,987	(33)	(1.63%)	0.19%
				2,980	2,822	(158)	(5.30%)	0.28%
Real Estate Properties (Australian)								
Unit 1/399 Alma Road, Caulfield North, VIC 3161	1	633,450.00	660,000.00	633,450	660,000	26,550	4.19%	64.63%
				633,450	660,000	26,550	4.19%	64.63%
				937,238	1,021,205	83,967	8.96%	100.00%

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INVESTMENT MOVEMENT REPORT AT 30 JUNE 2021

Investment	Opening Balance		Additions		Disposals			Closing Balance		
	Units	Cost	Units	Cost	Units	Cost	Prof/(Loss)	Units	Cost	Market
Cash/Bank Accounts										
CBA EDOS 4 PTY LTD		402		43,925		(43,777)			550	550
Cash at Bank		171,818		161,985		(204,194)			129,609	129,608
		<u>172,220</u>		<u>205,910</u>		<u>(247,971)</u>			<u>130,159</u>	<u>130,158</u>
Other Assets										
Anacacia Global Fund			100,000	100,000				100,000	100,000	100,759
Anacacia Private Equity III LP	1	70,650						1	70,650	127,466
		<u>70,650</u>		<u>100,000</u>					<u>170,650</u>	<u>228,225</u>
Plant and Equipment (at written down value)										
Carpets			1	960				1	960	835
Toshiba 3.5kw Air Condition			1	2,020				1	2,020	1,987
				<u>2,980</u>					<u>2,980</u>	<u>2,822</u>
Real Estate Properties (Australian)										
Unit 1/399 Alma Road, Caulfield North, VIC 3161	1	633,450						1	633,450	660,000
		<u>633,450</u>							<u>633,450</u>	<u>660,000</u>
		<u>876,320</u>		<u>308,890</u>		<u>(247,971)</u>			<u>937,239</u>	<u>1,021,205</u>

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INVESTMENT INCOME REPORT AT 30 JUNE 2021

Investment				Add			Less					Taxable Income (incl Cap Gains)	Indexed Capital Gains	Discounted Capital Gains*	Other Capital Gains*	Taxable Capital Gains	
	Total Income	Franked Amount	Unfranked Amount	Franking Credits	Foreign Credits	TFN Credits	Tax Free	Tax Exempt	Tax Deferred	Expenses	Capital Gains Disc.*						GST
Cash/Bank Accounts																	
Cash at Bank	142												142				
	142												142				
Other Assets																	
Anacacia Private Equity III LP	4,886			4,242									9,128				
	4,886			4,242									9,128				
Real Estate Properties (Australian)																	
Unit 1/399 Alma Road, Caulfield North, VIC 3161	15,294												15,294				
	15,294												15,294				
	20,322			4,242									24,564				

* Includes Foreign Capital Gains

EDELMAN SUPER FUND

TRUSTEES DECLARATION

The trustees have determined that the fund is not a reporting entity and that these special purpose financial statements should be prepared in accordance with the accounting policies described in Note 1 to the financial statements.

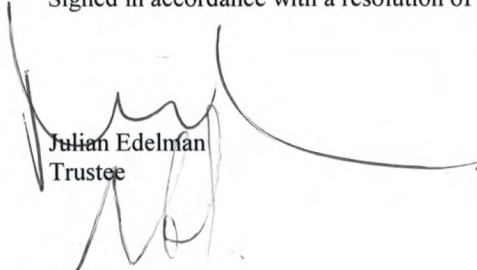
The trustees declare that:

- i. the financial statements and notes to the financial statements for the year ended 30 June 2021 present fairly, in all material respects, the financial position of the superannuation fund at 30 June 2021 and the results of its operations for the year ended on that date in accordance with the accounting policies described in Note 1 to the financial statements;
- ii. the financial statements and notes to the financial statements have been prepared in accordance with the requirements of the trust deed; and
- iii. the operation of the superannuation fund has been carried out in accordance with its trust deed and in compliance with the requirements of the Superannuation Industry (Supervision) Act 1993 and associated Regulations during the year ended 30 June 2021.

Specifically, the trustees declare that:

- in accordance with s 120 of the Superannuation Industry (Supervision) Act 1993, no individual trustee has been or is a disqualified person;
- the fund has satisfactory title to all assets, all assets are unencumbered and free from charge as prescribed by s 50 of the Superannuation (Supervision) Act 1993 and reg 13.14 of the Superannuation Industry (Supervision) Regulations 1994; and
- to the knowledge of the trustees, there have been no events or transactions subsequent to the balance date which could have a material impact on the fund. Where such events have occurred, the effect of such events has been accounted and noted in the fund's financial statements

Signed in accordance with a resolution of the trustees by:



Julian Edelman
Trustee

Nicole Edelman
Trustee

DATED: 31/05/2022